

HOUSE No. 1568

By Mr. Hall of Westford, petition of Geoffrey D. Hall and others relative to the payment of interest on life insurance policies. Financial Services.

The Commonwealth of Massachusetts

PETITION OF:

Geoffrey D. Hall Paul Peterson
Steven C. Panagiotakos

In the Year Two Thousand and Five.

AN ACT REQUIRING THE PAYMENT OF INTEREST ON LIFE INSURANCE POLICIES.

Be it enacted by the Senate and House of Representatives in General Court assembled, and by the authority of the same, as follows:

1 Section 119C of chapter 175 of the General Laws, as appearing
2 in the 1990 Official Edition, is hereby amended by striking out the
3 first sentence and inserting in place thereof the following sen-
4 tence:— Upon the death of an insured, the proceeds payable under
5 any policy of individual or group life insurance which is in force
6 on the date of death shall include the payment of interest at the
7 rate for proceeds left on deposit with the insurer beginning on the
8 date of death of the insured and shall not be payable until receipt
9 by the insurer of proof of the insured's death.